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WM. TIMOTHY ALLEN, III

Direct: 318.934.0217
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January 10, 2006

Honorable James H. Welsh Commissioner of Conservation State of Louisiana Post Office Box 94275 Baton Rouge, Louisiana 70804-9275

RE: HEARING APPLICATION

Cotton Valley Formation, Reservoir A

Hosston A thru E-2 Zones, Reservoirs A and C

Cheniere Creek Field <u>Ouachita Parish</u>, <u>Louisiana</u> Our File No. 230593 .0064

Dear Sir:

On behalf of Comstock Oil & Gas - Louisiana, LLC, application is hereby made for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A, and Hosston A thru E-2 Zones, Reservoirs A and C, in the Cheniere Creek Field, Ouachita Parish, Louisiana.

Cotton Valley Formation, Reservoir A

- 1. To create three (3) additional drilling and production unit (to be designated as CV RA SUG thru CV RA SUI) for the exploration for and production of gas and condensate from the Cotton Valley Formation, Reservoir A, in the Cheniere Creek Field, Ouachita Parish, Louisiana, as shown on the plat attached hereto as Exhibit No. 1;
- 2. To force pool and integrate all separately owned tracts, mineral leases, and other property interests within the proposed Cotton Valley Formation, Reservoir A units, with each tract sharing in unit production on a surface acreage basis of participation;
- 3. To redefine the Cotton Valley Formation, Reservoir A, in the Cheniere Creek Field, Ouachita Parish, Louisiana, INSOFAR AND ONLY INSOFAR AS the proposed CV RA SUG thru CV RA SUI are concerned, as that gas and condensate bearing interval between the depths of 9480 feet and 13, 010 (electric log measurements) in the O'Brien Operating Company (Diamond Shamrock) V. German No. 1 Well, located in Section 25, Township 17 North, Range 1 East, Ouachita Parish, Louisiana;
- 4. To grant such exceptions as are necessary to Office of Conservation Order No. 503-J, effective November 22, 1983, and to authorize the Applicant to drill, designate and utilize the unit wells for the proposed units which are shown on the plat attached hereto as

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Exhibit No. 1;

- 5. To designate Comstock Oil & Gas Louisiana, LLC., as unit operator of the proposed units.
- 6. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Cotton Valley Formation, Reservoir A, in Cheniere Creek Field, Ouachita Parish, Louisiana, was previously defined in Order No. 503-J, effective November 22, 1983, but shall be redefined as set forth hereinabove, INSOFAR AND ONLY INSOFAR AS the proposed units are concerned.

Hosston A thru E-2 Zones, Reservoirs A and C

- 1. To authorize the Applicant to drill, designate and utilize a substitute unit well for Hoss A thru E-2 RA SUF, at the location shown on the plats attached hereto as Exhibits 2-7;
- 2. To authorize the Applicant to drill, designate and utilize a substitute unit well for Hoss A thru C, RC SUC, and Hoss E-2 RC SUC and a unit well for HOSS D RC SUC and HOSS E-1 RC SUC, as shown on the plats attached hereto as Exhibit 2-7;
- 3. To authorize the Applicant to drill, designate and utilize a substitute unit well for HOSS A thru D, RA SUC and HOSS E-2 RA SUC and an alternate unit well for HOSS E-1 RA SUC, as shown on the plats attached hereto as Exhibits 2-7;
- 4. To grant such exceptions as are necessary to the Office of Conservation Order No. 503-B Series of Orders, and particularly, Order No. 503-B-9, effective February 1, 1975 and Order No. 503-B-23, effective March 30, 1983, with respect to drilling the abovesaid substitute and alternate unit wells for the Hosston A thru E-2 Zones, Reservoirs A and C;
- 5. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Hosston A thru D Zones, Reservoir A, are defined in Office of Conservation Order No. 503, effective May 19, 1960.

The Hosston E-1 and E-2 Zones, Reservoir A, are defined in Office of Conservation Order No. 503-B-9, effective February 1, 1975.

The Hosston A thru E-2 Zones, Reservoir C, are defined in Office of Conservation Order No. 503-B-29, effective August 3, 1984.

Pertinent data concerning the intended application will be made available for inspection at the offices of Blanchard, Walker, O'Quin & Roberts, Chase Tower, 400 Texas Street, Shreveport, Louisiana 71163-1126. Any person wishing to inspect such data should call Wm. Timothy Allen III at (318) 221-6858 during normal business hours or write Mr. Allen at the above address, in order to arrange a date and time for such inspection. A copy of any such pertinent data can be obtained at the

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expense of the requesting party.

A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Rules of Procedure) is attached hereto, and a copy of this notice, with the annexed plats, is being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Rules of Procedure.

A Pre-Application Conference was held at the offices of Blanchard, Walker, O'Quin & Roberts, 15th Floor Conference Room, Chase Tower, 400 Texas Street, Shreveport, Louisiana, on January 9, 2006, at 10:30 a.m. In addition to the Applicant's representatives, said conference was attended by the parties shown on the attached attendance list. After a general discussion following a presentation of the geological basis for the Applicant's proposal, said conference was adjourned. No opposition was expressed at the conference. It is anticipated that the hearing regarding the captioned matter will be uncontested.

A check in the amount of \$5,185.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

This application is being filed in duplicate, and a copy hereof is being sent to Mr. Clarence Chandler, Monroe District Manager of the Office of Conservation, to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list, and to all Attendees at the Pre-Application Conference.

Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

Wm. Timothy Allen III

WTAIII:kml Enclosures

Attorneys for Comstock Oil & Gas - Louisiana, LLC

cc: Mr. Clarence Chandler, Monroe

District Manager (w/enclosures)

cc: Interested Owners, Represented Parties

and Interested Parties (w/copy of plats only)

cc: Attendees at Pre-Application Conference

(w/copy of plats only)













